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SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

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QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

4/22

For the Quarter Ended February 29, 1992

Commission File No. 2-87458

SOLECTRIC CORPORATION
(Exact name of registrant as specified in its charter)

Colorado	31-1080392
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)
11534 Gondola Drive, Cincinnati, Ohio	45241
(Address of principal executive offices)	(Zip Code)

Registrant's telephone number, including area code: (513) 771-1690

Indicate by check mark whether the registrant (1) has filed all reports required to be filed in section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 month (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes X No ____

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Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the close of the period covered by this report.

Class	Number of Shares Outstanding as of February 29, 1992
No Par Value Common Stock	29,058,778

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PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

SOLECTRIC CORPORATION
(A DEVELOPMENT STAGE ENTERPRISE)

CONDENSED BALANCE SHEET

(Unaudited)

February 29, 1992 and May 31, 1991

ASSETS	February 29, 1992 (Unaudited)	May 31, 1991 (A)
Current assets:		
Cash	$ 91	$ 1,442
Total current assets	91	1,442
Property and equipment, at cost:		
Machinery and equipment	13,938	13,938
Less accumulated depreciation	13,708	13,708
Net property and equipment	230	230
Patents, less accumulated amortization	593	654
Proprietary photovoltaic solar cell technology, research and development, and other intangible assets	1	1
Other assets	10	10
	604	665
	$ 925	$ 2,337

(A) The May 31, 1991 condensed amounts are from the Company's audited financial statements.

SOLECTRIC CORPORATION
(A DEVELOPMENT STAGE ENTERPRISE)

CONDENSED BALANCE SHEET

(Unaudited)

February 29, 1992 and May 31, 1991
(Continued)

LIABILITIES AND STOCKHOLDERS' DEFICIT	February 29, 1992 (Unaudited)	May 31, 1991 (A)
Current liabilities:		
Accounts payable	$ 9,772	$ 14,279
Accounts payable-Alpha Solarco Inc.	522,919	1,168,944
Total current liabilities	532,691	1,183,223
Stockholders' deficit:		
Common stock without par value; 60,000,000 shares authorized, 29,058,778 shares issued and outstanding, at stated value	2,303,490	2,303,490
Additional paid in capital	1,845	1,845
Less equity distribution to Alpha Solarco Inc. for purchase of proprietary photovoltaic cell technology	(950,159)	(950,159)
Deficit accumulated during the development stage	(1,886,942)	(2,536,062)
Total stockholders' deficit	(531,766)	(1,180,886)
	$ 925	$ 2,337

(A) The May 31, 1991 condensed amounts are from the Company's audited financial statements.

See accompanying notes.

SOLECTRIC CORPORATION
(A DEVELOPMENT STAGE ENTERPRISE)

CONDENSED STATEMENT OF OPERATIONS
(Unaudited)

Quarters Ended February 29, 1992 and 1991

	1992	1991
Revenues:		
Net sales	$	$
Interest		
Other	97	
	97	
Cost and expenses:		
General and administrative	21,578	28,851
Advertising and promotion	7,591	6,637
Research and development		
	29,169	35,488
Loss before equity in loss of affiliate	(29,072)	(35,488)
Equity in income (loss) of affiliate	67,911	(29,799)
Net income (loss)	$ 38,839	$ (65,287)
Net income (loss) per share	$ (.00)	$ (.00)

See accompanying notes.

SOLECTRIC CORPORATION
(A DEVELOPMENT STAGE ENTERPRISE)
CONDENSED STATEMENT OF OPERATIONS
(Unaudited)

	9 Months ended February 29, 1992	9 Months ended February 29, 1991	Period from Incorporation (August 4, 1981) to February 29, 1992
Revenues:			
Net sales	$	$	$ 23,920
Interest			109,282
Other	97		9,232
	97		142,434
Costs and expenses:			
Cost of sales			4,250
Development stage expenses incurred by Alpha Solarco Inc. during the period			55,210
Selling			23,106
General and administrative	77,658	89,029	1,222,957
Advertising and promotion			22,509
Research and development	20,029	18,363	206,344
	97,687	107,392	1,534,376
Loss before equity in loss of affiliate	(97,590)	(107,392)	(1,391,942)
Equity in income (loss) of affiliate	746,710	(65,046)	(516,339)
Net income (loss)	$ 649,120	$(172,438)	$ (1,908,281)
Net income (loss) per share	$ .02	$ (.01)	$ (.06)

See accompanying notes.

SOLECTRIC CORPORATION
(A DEVELOPMENT STAGE ENTERPRISE)
CONDENSED STATEMENT OF CASH FLOWS
(Unaudited)

	9 Months ended February 29,		Period from Incorporation (August 4, 1981) to
	1992	1991	February 29, 1992
Cash flows from operating activities:			
Net income (loss)	$ 649,120	$(172,438)	$(1,908,281)
Adjustments to reconcile net loss to net cash used in operating activities:			
Depreciation and amortization	61	61	44,079
Equity in (income) loss of joint venture	(746,710)	65,046	652,161
Gain on disposal of equipment			(3,264)
Increase (decrease) in accounts payable	(4,507)	(6,611)	9,773
Increase (decrease) in accounts payable - Alpha Solarco, Inc.	(646,025)	179,381	441,009
Advances to joint venture affiliate	746,710	(65,046)	(548,913)
Net cash provided (used) by operating activities	(1,351)	393	(1,313,436)
Cash flows from investing activities:			
Decrease (increase) in other assets			(10)
Payments for property and equipment			(48,688)
Payment of organization costs			(2,900)
Purchase of patents			(1,225)
Purchase of technology			(1)
Cash distribution to Alpha Solarco, Inc.			(950,159)
Proceeds from sale of equipment			11,175
Net cash used in investing activities			(991,808)
Cash flows from financing activities:			
Net proceeds from issuance of common stock, options and warrants			2,303,490
Paid in capital from Alpha Solarco, Inc.			1,845
Proceeds from long-term borrowing			12,057
Repayment of debt			(12,057)

SOLECTRIC CORPORATION
(A DEVELOPMENT STAGE ENTERPRISE)
CONDENSED STATEMENT OF CASH FLOWS
(Unaudited)
(Continued)

	9 Months ended February 29,		Period from Incorporation (August 4, 1981) to
	1992	1991	February 29, 1992
Net cash provided by financing activities			2,305,335
Net increase (decrease) in cash and cash equivalents	(1,351)	393	91
Cash and cash equivalents:			
Beginning of period	1,442	1,398	
End of period	$ 91	$ 1,791	$ 91

See accompanying notes.

SOLECTRIC CORPORATION
(A DEVELOPMENT STAGE ENTERPRISE)

NOTES TO CONDENSED FINANCIAL STATEMENTS

(Unaudited)

1. Equity in, and advances to, affiliate

The Company has a 50% equity interest in MSEPG Solar Power Corporation (Solar Corporation), a joint venture company organized on July 27, 1984. Solar Corporation was formed to develop, promote and market a commercially cost-competitive solar electric power generation system utilizing the resources of the Company and Alpha Solarco Inc. (Alpha Solarco Inc. also has a 50% interest in Solar Corporation.) At February 29, 1992, the Company has contributed $1,155,855 of the total $2,669,337 contributed by the joint venture parties to Solar Corporation. The Company's 50% interest in Solar Corporation in excess of its aggregate contributions, have been made by Alpha, and accordingly, have been recorded in the accounts payable - Alpha Solarco account. The joint venture parties will meet periodically to review their contributions of funds and services to Solar Corporation. Based on such contributions, adjustments of ownership interest in Solar Corporation may be appropriate. The Company's equity in the loss of Solar Corporation as of February 29, 1992 is reflected as equity in loss of affiliate in the accompanying financial statements.

Condensed financial data of Solar Corporation at February 29, 1992 and for the period from inception (July 27, 1984) to February 29, 1992 is as follows:

Cash	$ 20
Accounts receivable - Alpha Solarco	1,245,361
Property, equipment and construction in process - net	198,916
Equipment held for resale under the Chinese Joint Venture Agreement	15,361
Total assets	$ 1,459,658
Accounts payable:	
Common Stock	$ 20
Contributions from joint venture parties	2,669,337
Deficit accumulated during the development stage	(1,209,699)

1. Equity in, and advances to, affiliate (continued)

Total liabilities and stockholders' equity	$ 1,459,658

Summary of Results of Operations

Sales	$ 1,795,502
Cost and expenses:	
Research and development	$ 1,773,640
Selling, general and administrative	1,338,046
Cost of sales	143,657
	$ 3,255,343

2. Related party transactions

The Company shares its principal executive offices and production facility with Alpha and is responsible for one-half of the $ 37,244 annual rental and various other expenses as determined by management. In addition, certain selling, research and development, and other general and administrative expenses (principally salaries and travel expenditures) are allocated by management between the Company, Alpha and Solar Corporation. During the nine months ended February 29, 1992 Alpha charged approximately $ 2,530 of shared and $15,942 allocated general and administrative expenses to Alpha. Expenses allocated to Solar Corporation are as follows:

General and administrative	$ 2,488

On September 10, 1987, the Company and Alpha entered into a promissory note arrangement whereby the Company could borrow from Alpha up to a total aggregate amount of $450,000, (subsequently increased to $1,250,000). The promissory notes require interest to accrue at the rate of 8% per annum. The notes plus accrued interest were due and payable on September 10, 1991. The Company has borrowed $ 522,919 from Alpha Solarco as of February 29, 1992.

3. Development stage operations

The Company has been in the development stage since its incorporation. As a result, it does not, as yet, have significant revenues from the sale of its products and has not commenced its planned principal operations. As shown in the financial statements, the Company has an accumulated deficit of $1,886,942 as of February 29, 1992. The Company's objective, utilizing Alpha and Solar Corporation is the creation and development of a modular solar-electric power generation system ("MSEPG") which will be cost-effective without consideration of governmental supports or incentives.

3. Development stage operations continued

During fiscal 1989, the Company through Solar Corporation obtained land in Pahrump, Nevada and began construction on a demonstration facility. The facility still requires certain technical modifications to be fully operational in the sale of electricity to the City of Pahrump. The facility is used to demonstrate the photovoltaic modular unit, and as a test site for the development of new devices and technology. The ability of the Company or its affiliates to sell the system and or the technology, and to finance its ongoing operations which will require the acquisition of additional capital directly or through affiliates, is not presently determinable and the Company's continuing existence is therefore in doubt.

Management's ability to mitigate these financial conditions are dependent upon Alpha Solarco's ability to raise capital and to obtain government research contracts in order to obtain the funds necessary to continue its development efforts.

The Company expects to receive the capital necessary to produce any ordered products from the purchaser(s) thereof pursuant to a downpayment or irrevocable letters of credit. The Company does not offer extended payment terms and does not allow purchasers to return products.

The financial information contained in this report is unaudited, but, in the opinion of the Company, all adjustments (consisting of normal recurring accruals) which are necessary for a fair presentation of the operating results for the period, have been made.

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

Liquidity and Capital Resources

Quarter Ended February 29, 1992 as Compared to the Year Ended May 31,1991

On February 29, 1992, Solectric had cash of $91 as compared to $1,442 as of May 31, 1991 and current liabilities of $532,691 as compared to $1,183,223 consisting substantially of monies owed to Alpha Solarco Inc. ("Alpha Solarco") under a promissory note arrangement between Solectric and Alpha Solarco entered into September 10, 1987. During the quarter ended February 29, 1992, Solectric was able to reduce the amount owed to Alpha Solarco under this arrangement by $33,937 as the result of income received from its 50% interest in Solar Corporation, which in turn had received income from the sale of tooling to the Chinese Joint Venture Company. Solectric is illiquid and can be expected to remain illiquid for the foreseeable future.

Results of Operations

Quarter Ended February 29, 1992 as Compared to the Quarter Ended February 28, 1991

For the quarter ended February 29, 1992, Solectric had no sales, and experienced net income of $38,839 (or $.00 per share) compared to a loss of $65,287 (or $.00 per share) for the quarter ended February 28, 1991 (during which period there were also no sales). Net income for the period was entirely the result of its 50% interest in Solar Corporation as described above. Costs and expenses were $29,169 compared to $35,488 for the same period one year earlier, and included general and administrative expenses of $21,578 as compared to $28,851 for the same period one year earlier.

Nine Months Ended February 29, 1992 as Compared to the Nine Months Ended February 28,1991

For the nine months ended February 29, 1992, Solectric had no sales, but experienced net income of $649,120 (or $.02 per share) compared to a loss of $172,438 (or $.01 per share) for the same period one year earlier (during which period there were also no sales). Net income for the period was entirely the result of its 50% interest in Solar Corporation as described above. Costs and expenses for the period were $97,687 as compared to $107,392 for the same period one year earlier, and included general and administrative expenses of $77,658 as compared to $89,029 for the same period one year earlier.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

SOLECTRIC CORPORATION
(Registrant)

Date: 4/17/92

Edward C. Schmidt, President